



FEDERAL ELECTION COMMISSION
WASHINGTON, D.C. 20543

RQ-3

July 25, 2002

Tanya Prescott, Treasurer
Committee for Leadership and Progress
P.O. Box 31107
Bethesda, MD 20824

Identification Number: C00366666

Reference: April Monthly Report (3/1/02-3/31/02)

Dear Ms. Prescott:

On July 3, 2002, you were notified that a review of the above-referenced report(s) raised questions as to specific contributions and/or expenditures, and the reporting of certain information required by the Federal Election Campaign Act.

Your July 20, 2002, response is incomplete because you have not provided all the requested information. For this response to be considered adequate, the following information is still required.

-Your report discloses limited payments for administrative expenses. Administrative expenses are payments made for the purpose of operating a political committee including, but not limited to, rent, utilities, salaries, telephone service, office equipment and supplies. Each separate segregated fund and non-connected committee utilizing separate federal and non-federal accounts is required to allocate any administrative expenses between the accounts in proportion to the FUNDS EXPENDED METHOD derived from FEC Schedule H1. A Schedule H1 must be filed with the first FEC FORM 3X filed at the beginning of each two-year election cycle. 11 CFR §106.6(c)

Any goods or services provided to your committee by a person, except volunteer activity (i.e., a person's time), would be considered an in-kind contribution from that person, and would be subject to the disclosure requirements of 2 U.S.C. §434(b)(3) and 11 CFR §104.13, and the limitations and prohibitions of 2 U.S.C. §§441a and 441b.